

## State of Utah

## Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

November 2, 2006

Mike & Sandra Sprunger P.O. Box 38054 Leamington, Utah 84638

Subject: <u>Summary of Reclamation Surety Requirements</u>, <u>N</u>
Mike & Sandra Sprunger, S/023/057, Juab County, Utah

3/Cubical,

Dear Mike and Sandra Sprunger:

It has been determined the required bond amount for the three mine areas that are identified in the permit is \$8,700. This amount was based on one mobilization charge and 2 acres of total disturbance between the three areas. If at any time, we determine you have more then two acres of total disturbance between the three areas, then you will be required to post an additional \$3,300 for each additional acre. If you require further discussion regarding this bond amount, please contact Mr. Tom Munson, (801) 538-5321.

The Division is in the process of working with Wells Fargo bank to re-title the three existing certificates of deposit (CD) that total \$3,000.00. A template CD letter agreement and associated administrative hold letter has been emailed to Wells Fargo, attention Debbie Robinson. Ms. Robinson indicated she will contact you to make necessary arrangements for re-titling and signing the CD letter agreement(s). If you have questions, please contact bonding coordinator, Beth Ericksen, 801-538-5318 or by email, bethericksen@utah.gov. Please ensure you are in contact with Debbie at Wells Fargo to ensure the CD's are retitled. The implementation of this change will decrease the cumulative reclamation surety amount required by \$3,000.00.

As a reminder, the deadline to complete this process (approved reclamation surety and reclamation contract) is December 8, 2006.

Page 2 Mike & Sandra Sprunger S/023/057 November 2, 2006

The Division appreciates your attentiveness and responsiveness to the rule changes that have occurred resulting in this reclamation surety requirement. If you have any questions or require further discussion, please contact the mentioned persons in this letter.

Sincerely,

Susan M. White

Mining Program Coordinator Minerals Regulatory Program

Quan M White

SMW:BE:pb Enclosures:

cc:

Beth Ericksen, DOGM Tom Munson, DOGM

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